

Umetco Minerals Corporation
2754 Compass Drive, Suite 280
Grand Junction, CO 81506-8741

M/037/025

Fax Cover Sheet

TO: Tony Gallagos DATE: 8/1/97
CO. DDGM PHONE: 801 538 5340
FROM: Tony BATES PHONE: 970-245-3700

PAGES INCLUDING COVER: 3 FAX: 970-243-9623 Accounting

RE: Deeremo Mine Permit No M/037/025, SAN JUAN County

IF YOU DO NOT RECEIVE ALL PAGES PLEASE CALL THE ABOVE NUMBER.

***** NOTICE OF CONFIDENTIALITY *****

The information contained in and transmitted with facsimile is:

1. SUBJECT TO THE ATTORNEY-CLIENT PRIVILEGE;
2. ATTORNEY WORK PRODUCT; OR
3. CONFIDENTIAL.

It is intended only for the individual or entity designated above. You are hereby notified that any dissemination, distribution, copying, or use of or reliance upon the information contained in and transmitted with this facsimile by or to anyone other than the recipient designated above by the sender is unauthorized and strictly prohibited. If you have received this facsimile in error, please notify the Law Department by telephone at (203)794-5334 immediately and return the documents to the sender by US Mail. You will be reimbursed for long-distance telephone charges and postage upon request. Thank you for your cooperation.

MESSAGES/COMMENTS:

As we discussed last week, here is our request to
construct a temporary retention pond. The original
will be mailed. I will be out next week, so
please contact FRANK BARNETT at 1-970-677-2711.

Thanks,

Tony Bates

FAX (970) 677-2422 FAX

CC: _____

Umetco Minerals Corporation

P.O. BOX 1029
GRAND JUNCTION, COLORADO 81502
☎ (970) 245-3700

M/037/025

August 1, 1997

Mr. Anthony Gallegos
Field Representative - State of Utah
Utah Department of Natural Resources
Division of Oil, Gas and Mining
355 W.N. Temple, 3 Triad CT. South
Salt Lake City, Utah 84180-1203

Dear Mr. Gallegos,

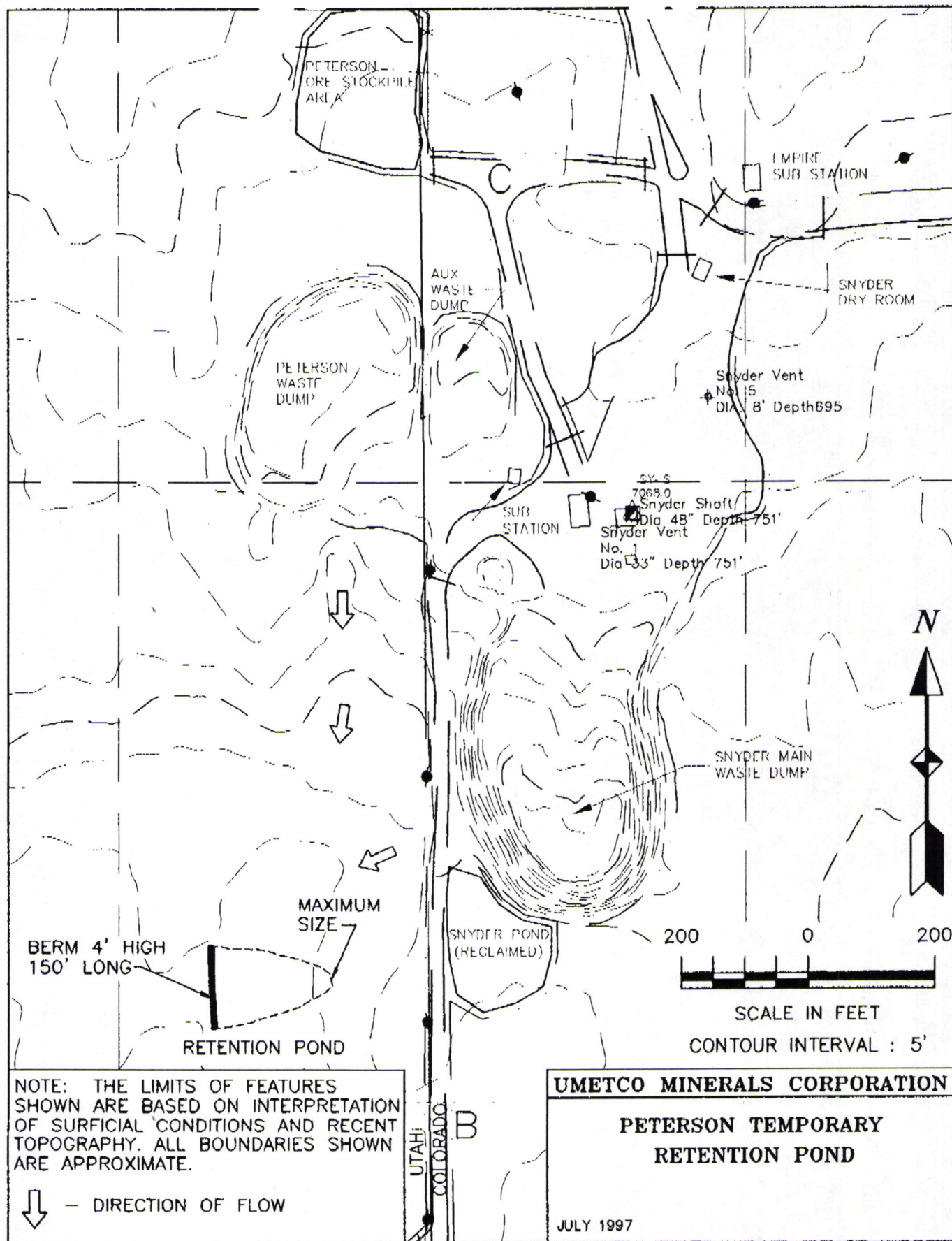
As we discussed on the telephone, Umetco Mineral Corp. desires to construct a temporary retention pond south of the Peterson waste pile. The pond is to be constructed as a precautionary measure to retain sediments during reclamation should a large storm event occur. Attached is a map showing the approximate location and size of the pond. The berm is to be constructed of earthen material at the site.

After reclamation of waste piles and mine roads are completed, the temporary retention pond will be reclaimed and vegetated.

Sincerely,

Tony Bates
Mine Reclamation Manager

Attachments - 1



UMETCO MINERALS CORPORATION

PETERSON TEMPORARY RETENTION POND

JULY 1997